

UNIFIED SCHOOL DISTRICT NO. 329
MILL CREEK VALLEY
Alma, Kansas

INDEPENDENT AUDITORS' REPORT
AND
REGULATORY BASIS FINANCIAL STATEMENT

Year Ended June 30, 2014

ALDRICH AND COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
COUNCIL GROVE, KANSAS

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

REGULATORY BASIS FINANCIAL STATEMENT

For the Fiscal Year Ended June 30, 2014

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Unified School District No. 329
Mill Creek Valley
Alma, Kansas

REGULATORY BASIS FINANCIAL STATEMENT

For the Fiscal Year Ended June 30, 2014

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ALDRICH & COMPANY, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditors' Report

Board of Education
USD No. 329, Mill Creek Valley
Alma, KS 66401

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 329, Mill Creek Valley, Kansas as of and for the year ended June 30, 2014 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit and Accounting Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on the U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by USD 329, Mill Creek Valley to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on the U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on the U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 329, Mill Creek Valley, Alma, Kansas, as of June 30, 2014, or the changes in its financial position or cash flows for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 329, Mill Creek Valley, Alma, Kansas, as of June 30, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, agency funds summary of receipts and disbursements, and district activity funds schedule of receipts and expenditures (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. As part of this presentation, certain prior year comparative information has been presented for a comparative analysis and is not a part of the basic financial statement. This comparative information has been derived from the District's June 30, 2013 financial statements and, in our report dated August 30, 2013, we expressed an unmodified opinion on the financial statement and respective schedules, taken as a whole, on the regulatory basis of accounting. The June 30, 2013 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link. <http://da.ks.gov/ar/muniserv/>. All supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare June 30, 2014 and 2013 basic financial statement. The June 30, 2014 and 2013 information has been subjected to the auditing procedures applied in the audit of the June 30, 2014 and 2013 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the June 30, 2014 and 2013 information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Aldrich & Company, LLC

Aldrich & Company LLC
Certified Public Accountants
August 26, 2014

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2014

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 0		\$ 3,824,743	\$ 3,824,743	\$ (0)		\$ (0)
Supplemental General	71,557		1,200,275	1,224,743	47,089		47,089
Special Purpose Funds							
Capital Outlay	465,080		340,826	285,757	520,149	32,712	552,861
Vocational Education	0		269,821	269,821	0		0
Special Education	475,648		461,074	670,647	266,075		266,075
Food Service	69,154		280,565	276,077	73,642		73,642
Drivers Education	29,264		10,076	9,532	29,808		29,808
Staff Development	52,891		2,843	12,132	43,602		43,602
Extraordinary School Program	9,737		11,560	8,672	12,625		12,625
KPERs Retirement Contributions	0		324,795	324,795	0		0
At-Risk (K-12)	0		139,446	139,446	0		0
Student Materials	8,431		7,647	6,821	9,257		9,257
Textbook Rental	30,670		16,407	4,625	42,452		42,452
Summer Insurance	0		8,051	8,051	0		0
Contingency Reserve	250,554		0	0	250,554		250,554
Title I	0		46,963	46,963	0		0
Title II A Teacher Quality	0		18,374	18,374	0		0
Title VI Reap	0		26,306	26,306	0		0
Grants	2,531		5,401	6,931	1,001		1,001
District Activity Funds	53,712		137,088	139,302	51,498		51,498
Bond and Interest Funds:							
Bond and Interest	1,081,709		534,727	580,700	1,035,736		1,035,736
Trust Funds							
Private Purpose Trust Funds	534	0	1,000	1,149	385	0	385
Total Reporting Entity (excluding agency funds)	<u>\$ 2,601,472</u>	<u>\$ 0</u>	<u>\$ 7,667,988</u>	<u>\$ 7,885,587</u>	<u>\$ 2,383,873</u>	<u>\$ 32,712</u>	<u>\$ 2,416,585</u>

The accompanying notes are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

Summary Statement of Cash Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2014

Composition of Cash:

Stockgrowers State Bank, Maple Hill, Kansas	
District Payroll N.O.W.	\$ 10,138
District M.M.A.	2,332,215
District Petty Cash Account	1,475
Food Service Petty Cash Account	350
Wabaunsee High School Activity Fund	68,954
Mill Creek Valley Jr. High & Middle School Activity Fund	14,996
Alma Grade School Activity Fund	5,055
Maple Hill Grade School Activity Fund	2,526
First National Bank of Wamego, Alma, Kansas	
District N.O.W.	18,749
Cash on Hand - Supt.	<u>25</u>
Total Cash	2,454,483
Agency Funds per Schedule 3	<u>(37,898)</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 2,416,585</u>

The accompanying notes are an integral part of this statement.

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Unified School District No. 329 was organized in accordance with State Statutes to provide a system of public education to elementary through high school students who reside within the designated District areas. USD No. 329 is a municipal corporation governed by an elected seven-member board of education. The District's financial statement does not include any related municipal entities.

Regulatory Basis Fund Types

The accounts of the District are organized and operated on the basis of funds, which are used to record the District's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the District.

General Fund - the chief operating fund. Used to account for all financial resources except those required to be accounted for in another fund.

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than capital project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (student organization accounts, etc.)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding eighteen month period on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The district amended its 2013-2014 general fund budget.

After the above procedures have been followed; the Kansas State Board of Education computes what the maximum legal general fund budget of operating expenses can be. For the fiscal year ended June 30, 2014, the State calculation of the legal maximum general fund budget was \$3,701,857 and the legal maximum supplemental general fund budget was \$1,224,743. In accordance with Kansas statutes, a district will be penalized state aid equal to the amount expended in excess of the computed statutory limitation plus any qualifying budget credits. The district had \$122,886 of budget credits in the general fund for grants and other miscellaneous reimbursements. The District was within its maximum legal general and supplemental general funds budget authority for the fiscal year ended June 30, 2014.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT

June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

Budgetary Information (cont)

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds: Textbook Rental, Student Materials, Summer Insurance, Contingency Reserve, Title I, Title II A Teacher Quality, Title VI Reap, Grants, and District Activity Funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by use of internal spending limits established by the governing body.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Finance-Related Legal and Contractual Obligations

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports, Department of Education, and interpretation by the County Attorney and legal representatives of the municipality.

Sealed bid procedures were not strictly followed on all required purchases in accordance with K.S.A. 72-6760.

The District did not make mandatory purchases of products and services offered by Kansas industries for the blind and severely disabled in accordance with K.S.A. 75-3317 through 75-3322.

Management is not aware of any other statutory violations for the period covered by this audit.

NOTE 3 - DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. The District held no investments during the year, only deposits with allowable financial institutions. All interest earned during the year on idle funds was credited to the capital outlay fund as allowed by Kansas statutes.

K.S.A. 9-1401 establishes the depositories which may be used by the Municipality. The statute requires banks eligible to hold the Municipality's funds have a main or branch bank in the county in which the Municipality is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Municipality has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Municipality's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The Municipality has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 3 - DEPOSITS AND INVESTMENTS (CONT)

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Municipality's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The Municipality has no designated "peak period". All deposits were legally secured at June 30, 2014.

At June 30, 2014, the carrying amount of the district's deposits, including certificates of deposits, was \$2,454,458 and the bank balance was \$2,510,651. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$357,291 was covered by F.D.I.C. and the remaining \$2,153,360 was collateralized with securities held by the pledging financial institution's agents in the District's name.

NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$347,252 subsequent to June 30, 2014 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2014.

NOTE 5 - DEFINED BENEFIT PENSION PLAN

Plan Description - USD 329, Mill Creek Valley, Alma, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates. Effective July 1, 2009, KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes member-employee contribution rate at 4% of covered salary for Tier 1 members, which increased to 5% on January 1, 2014, and at 6% of covered salary for Tier 2 members. Member employee's contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 6 - LONG-TERM DEBT

General Obligation Bonds

On January 23, 2001, the District issued \$6,900,000 in General Obligation Bonds used to pay a portion of the cost to remodel and make capital improvements to all the attendance centers in USD No. 329. The District began making interest payments on March 1, 2002 and made its first principal payment on September 1, 2003.

On April 27, 2007, the District issued \$5,305,000 in General Obligation Bonds with an average interest rate of 4.13% to advance refund \$5,145,000 of the above Series 2001 outstanding bonds. The District began making principal and interest payments on September 1, 2007 and will continue making semi-annual principal and interest payments through September 1, 2021.

Changes in long-term liabilities for the District for the year ended June 30, 2014, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds:										
Series 2007	4-5%	4/27/2001	5,305,000	9/1/21	\$ 4,485,000	\$ 0	\$ 400,000	\$ 0	\$ 4,085,000	\$ 180,700
Total long-term debt					\$ 4,485,000	\$ 0	\$ 400,000	\$ 0	\$ 4,085,000	\$ 180,700

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020-2022</u>	<u>Total</u>
PRINCIPAL							
General Obligation Bonds	\$ 420,000	\$ 445,000	\$ 485,000	\$ 515,000	\$ 550,000	\$ 1,670,000	\$ 4,085,000
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total principal	<u>420,000</u>	<u>445,000</u>	<u>485,000</u>	<u>515,000</u>	<u>550,000</u>	<u>1,670,000</u>	<u>4,085,000</u>
INTEREST							
General Obligation Bonds	164,300	144,775	121,525	99,100	77,800	95,600	703,100
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total interest	<u>164,300</u>	<u>144,775</u>	<u>121,525</u>	<u>99,100</u>	<u>77,800</u>	<u>95,600</u>	<u>703,100</u>
Total Principal and Interest	\$ <u>584,300</u>	\$ <u>589,775</u>	\$ <u>606,525</u>	\$ <u>614,100</u>	\$ <u>627,800</u>	\$ <u>1,765,600</u>	\$ <u>4,788,100</u>

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 7 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the district is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Early Retirement

The District provides an early retirement program for certain eligible certified personnel. Eligibility requirements and benefit amounts are described more fully in the District's negotiated agreement. The early retirement program allows eligible employees in the district to retire early with additional benefits as a measure of appreciation for their services to the district. Payments to retired employees under the plan are paid as employer contributions into a board approved Internal Revenue Code Section 403(b) plan. Early retirement payments totaled \$16,300 for the year ended June 30, 2014. These benefits are financed by the District on a pay-as-you-go basis. An estimate has not been made of the total amount of post employment benefits of the District or reported in this financial statement.

Compensated Absences

U.S.D. 329 provides vacation leave for the superintendent, clerk, secretary/ treasurer, district maintenance/ transportation supervisor, technology director, and all full-time custodians. Each entitled employee receives two weeks per year. After five years of employment, the clerk, secretary/treasurer, district maintenance/ transportation supervisor and full-time custodians receive twelve days per year. After ten years, these employees receive fifteen days per year. Unused vacation leave may be carried over to the next year, but no vacation may be accrued to exceed 30 days.

Sick leave is provided for most District employees. Certified employees receive twelve days of sick leave annually and can carryover up to eighty days. Upon separation of service, teachers who retire with KPERS benefits are reimbursed at the current rate of payment per day for substitute teachers for any unused sick leave. Teachers who worked at least ten years within the district receive sick leave pay, but only for hours accumulated after 6/1/94. At the end of each school year, teachers will be paid \$25 for each day of accumulated sick leave beyond 80. The board clerk, secretary/ treasurer, district maintenance/transportation supervisor, technology director and full-time custodians receive twelve days of sick leave annually and can accumulate fifty-five days. Bus drivers receive six days per year and can accumulate twenty-five days. Attendance center secretaries receive ten days per year and can accumulate forty-five days. Full time cooks and aides receive nine days per year and can accumulate thirty-five days. Other part-time hourly employees receive sick leave according to the number of hours they work. No estimate has been made of the total amounts of accumulated leave nor has any amount been reported or disclosed in these financial statements.

Unified School District No. 329
Mill Creek Valley
Alma, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 8 – SECTION 125 CAFETERIA PLAN

U.S.D. 329 maintains an Internal Revenue Code Section 125 plan “cafeteria plan”. The amount of salary to be reduced shall not exceed the sum authorized by the internal Revenue Code. U.S.D. 329 contributes up to \$500 per month for certified personnel. For all other employees, the benefit is prorated. Employees must designate his/her entire allocation into any combination of health insurance, term life insurance, salary protection insurance, cancer insurance, and child care and/or medical reimbursement.

NOTE 9 – RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destructions of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Insurance claims have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage from coverage in prior years.

NOTE 10 - INTERFUND TRANSFERS

Transfers between budgetary funds are for the purpose of shifting resources from the fund legally required to receive the revenue to the fund authorized to expend the revenues. Operating transfers during the fiscal year ended June 30, 2014 consisted of the following:

Transfer From	Transfer To	Statutory Authority	Amount
General	Capital Outlay	72-6428	\$41,441
General	Special Education	72-6428	461,074
General	At-Risk (K-12)	72-6428	139,446
General	Vocational Education	72-6428	3,000
Supplemental General	Vocational Education	72-6433	266,374
Special Education	General	72-6460	50,000

NOTE 11 – CONTINGENCIES

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the governmental agency. Any disallowed claim resulting from such audit could become a liability of the General Fund or other applicable fund. However, in the opinion of management, any such disallowed claim would not have a material effect on the financial statements of the District at June 30, 2014.

Unified School District No. 329
Mill Creek Valley
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NOTES TO THE FINANCIAL STATEMENT
June 30, 2014

NOTE 12 – OPERATING LEASE

The District entered into an operating lease on May 29, 2012 with Century Business Systems for the use of copiers, printers and faxes for the District. The lease is for the period July 1, 2012 to June 30, 2018. The District paid \$30,950, for fiscal year end June 30, 2014 under this agreement. The District has six annual payments of at least \$30,950 remaining under this agreement.

NOTE 13 – RELATED PARTY

The District paid Frank's Plumbing & Heating, Inc. \$63,633.78 for equipment, supplies and services during the fiscal year ending June 30, 2014. Frank's Plumbing & Heating, Inc. is owned by board member Donald Frank.

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 1

Schedule of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2014

Governmental Type Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund	\$ 3,778,233	\$ (76,376)	\$ 122,886	\$ 3,824,743	\$ 3,824,743	\$ 0
Supplemental General	1,224,743	0		1,224,743	1,224,743	0
Special Purpose Funds						
Capital Outlay	493,701			493,701	285,757	(207,944)
Vocational Education	270,000			270,000	269,821	(179)
Special Education	795,647			795,647	670,647	(125,000)
Food Service	276,632			276,632	276,077	(555)
Drivers Education	11,840			11,840	9,532	(2,308)
Staff Development	52,890			52,890	12,132	(40,758)
Extraordinary School Program	9,737			9,737	8,672	(1,065)
KPERs Retirement Contributions	325,645			325,645	324,795	(850)
At-Risk (K-12)	188,830			188,830	139,446	(49,384)
Bond and Interest Fund						
Bond and Interest	580,800			580,800	580,700	(100)

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-A

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

GENERAL FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
General Property Taxes	\$ 657,835	\$ 677,382	\$ 651,563	\$ 25,819
Intergovernmental Receipts				
State Equalization Aid	2,418,749	2,513,401	2,547,207	(33,806)
State Special Education Aid	522,692	461,074	529,463	(68,389)
Reimbursements				
Miscellaneous	1,300	3,000	0	3,000
Daycare	117,838	119,886	0	119,886
Transfer In	50,000	50,000	50,000	0
Total Receipts	<u>3,768,414</u>	<u>3,824,743</u>	<u>3,778,233</u>	<u>46,510</u>
Expenditures				
Instruction				
Certified Salaries	1,297,087	1,415,666	1,391,391	24,275
Non-certified Salaries	11,730	12,365	12,000	365
Health Insurance	168,475	170,160	169,000	1,160
Other Employee Benefits	135,744	143,435	136,500	6,935
Other Purchased Services	11,553	18,886	12,000	6,886
Teaching Supplies	56,790	57,837	57,300	537
Property & Equipment	12,590	12,419	12,600	(181)
Total Instruction	<u>1,693,969</u>	<u>1,830,768</u>	<u>1,790,791</u>	<u>39,977</u>
Student Support				
Certified Salaries	12,793	12,898	12,800	98
Health Insurance	2,150	1,814	2,200	(386)
Other Employee Benefits	4,260	4,385	4,300	85
Professional & Technical Services	1,779	967	1,800	(833)
Other Purchased Services	4,578	4,578	4,500	78
Supplies	1,149	1,426	1,500	(74)
Total Student Support	<u>26,709</u>	<u>26,068</u>	<u>27,100</u>	<u>(1,032)</u>
Instructional Support				
Non-certified Salaries	82,654	83,292	80,000	3,292
Employee Benefits	9,663	10,029	10,800	(771)
Supplies	5,843	5,877	6,000	(123)
Property & Equipment	0	0	0	0
Total Instructional Support	<u>98,160</u>	<u>99,198</u>	<u>96,800</u>	<u>2,398</u>
Expenditures Subtotal	<u>\$ 1,818,838</u>	<u>\$ 1,956,034</u>	<u>\$ 1,914,691</u>	<u>\$ 41,343</u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-A(Cont)

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

GENERAL FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures Carried Forward	\$ 1,818,838	\$ 1,956,034	\$ 1,914,691	\$ 41,343
General Administration				
Certified Salaries	78,232	80,000	78,500	1,500
Non-certified Salaries	66,673	69,851	65,000	4,851
Health Insurance	10,000	17,559	10,000	7,559
Other Employee Benefits	28,747	30,698	29,200	1,498
Professional & Technical Services	8,225	10,285	8,225	2,060
Other Purchased Services	12,037	11,687	11,550	137
Supplies	0	235	0	235
Other	0	0	0	0
Total General Administration	203,914	220,315	202,475	17,840
School Administration				
Certified Salaries	201,943	214,639	202,000	12,639
Non-certified Salaries	102,382	104,614	103,000	1,614
Health Insurance	9,130	14,096	9,200	4,896
Other Employee Benefits	23,824	24,648	24,100	548
Other Purchased Services	4,996	2,380	5,000	(2,620)
Supplies	6,482	5,447	6,500	(1,053)
Other	0	0	0	0
Total School Administration	348,757	365,824	349,800	16,024
Other Supplemental Services				
Non-certified Salaries	1,678	0	0	0
Employee Benefits	111	20	0	20
Supplies	0	0	0	0
Total Central Services	1,789	20	0	20
Operation and Maintenance				
Non-certified Salaries	176,101	182,306	178,000	4,306
Health Insurance	30,000	36,212	30,000	6,212
Other Employee Benefits	12,544	13,705	12,575	1,130
Purchased Property Services	19,269	22,873	18,500	4,373
Other Purchased Services	4,485	18,708	4,500	14,208
Supplies	45,062	36,159	40,000	(3,841)
Property & Equipment	0	0	0	0
Total Operation & Maintenance	287,461	309,963	283,575	26,388
Expenditures Subtotal	\$ 2,660,759	\$ 2,852,156	\$ 2,750,541	\$ 101,615

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-A(Cont)

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

GENERAL FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures Carried Forward	\$ 2,660,759	\$ 2,852,156	\$ 2,750,541	\$ 101,615
Student Transportation				
Non-certified Salaries	167,448	179,083	162,000	17,083
Health Insurance	6,000	6,587	6,000	587
Other Employee Benefits	12,936	13,641	13,030	611
Supplies	168	187		187
Other	0	0	0	0
Total Student Transportation	186,552	199,498	181,030	18,468
Day Care	111,069	128,128	115,000	13,128
Fund Transfers				
Capital Outlay	43,355	41,441	0	41,441
Special Education	522,692	461,074	529,463	(68,389)
At-Risk	143,987	139,446	188,830	(49,384)
Vocational Education	0	3,000	0	3,000
Bilingual Education	0	0	1,000	(1,000)
Contingency Reserve	100,000	0	12,369	(12,369)
Total Fund Transfers	810,034	644,961	731,662	(86,701)
Adjustment to Comply with Legal Max Budget	0	0	(76,376)	76,376
Legal General Fund Budget	3,768,414	3,824,743	3,701,857	122,886
Adjustments for Qualifying Budget Credits	0	0	122,886	(122,886)
Total Expenditures	3,768,414	3,824,743	\$ 3,824,743	\$ 0
Receipts Over (Under) Expenditures	0	(0)		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	\$ 0	\$ (0)		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-B

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

SUPPLEMENTAL GENERAL LOCAL OPTION BUDGET

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
General Property Taxes	\$ 905,733	\$ 932,412	\$ 889,714	\$ 42,698
Intergovernmental Receipts				
State Equalization Aid	310,414	267,863	263,472	4,391
Total Receipts	<u>1,216,147</u>	<u>1,200,275</u>	<u>1,153,186</u>	<u>47,089</u>
Expenditures				
Instruction				
Salaries	251,394	230,494	260,000	(29,506)
Health Insurance	5,000	6,035	5,000	1,035
Other Employee Benefits	12,592	13,716	12,700	1,016
Professional & Technical Services	122,690	82,058	111,443	(29,385)
Purchased Property Services	0	0	0	0
Supplies	5,567	13,578	6,000	7,578
Equipment & Software	22,450	23,937	23,000	937
Student Support				
Employee Benefits	386	427	1,000	(573)
Equipment	0	978	0	978
Instructional Support				
Employee Benefits	644	712	0	712
Professional & Technical Services	1,025	0	1,000	(1,000)
Supplies	14,717	31,868	15,000	16,868
General Administrative				
Employee Benefits	1,980	1,381	2,000	(619)
Other Purchased Services	15,982	14,303	16,500	(2,197)
Supplies	17,436	47,714	18,000	29,714
Property & Equipment	0	0	0	0
School Administration				
Employee Benefits	1,674	1,852	1,700	152
Other Purchased Services	18,869	23,120	20,000	3,120
Operations & Maintenance				
Employee Benefits	7,266	7,078	8,000	(922)
Purchased Property Services	60,455	76,279	55,000	21,279
Other Purchased Services	51,083	54,872	62,000	(7,128)
Utilities	169,164	190,959	190,000	959
Property & Equipment	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditure Subtotal	<u>\$ 780,374</u>	<u>\$ 821,361</u>	<u>\$ 808,343</u>	<u>\$ 13,018</u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-B(Cont)

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

SUPPLEMENTAL GENERAL LOCAL OPTION BUDGET

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures Carried Forward	\$ 780,374	\$ 821,361	\$ 808,343	\$ 13,018
Student Transportation				
Employee Benefits	8,757	9,372	11,400	(2,028)
Other Purchased Services	6,257	5,854	7,000	(1,146)
Supplies	110,227	117,701	120,000	(2,299)
Other	7,322	4,081	8,000	(3,919)
Fund Transfers				
Special Education	40,000	0	0	0
Vocational Education	264,200	266,374	270,000	(3,626)
Food Service	10,000	0	0	0
Adjustment to Comply with Legal Max Budget	0	0	0	0
Total Expenditures	<u>1,227,137</u>	<u>1,224,743</u>	<u>\$ 1,224,743</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(10,990)	(24,468)		
Unencumbered Cash, July 1	<u>82,547</u>	<u>71,557</u>		
Unencumbered Cash, June 30	<u>\$ 71,557</u>	<u>\$ 47,089</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-C

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

CAPITAL OUTLAY FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
General Property Taxes	\$ 52,408	\$ 146,724	\$ 142,653	\$ 4,071
Interest on Idle Funds	5,727	3,572	0	3,572
Miscellaneous Revenue	111,332	149,089	0	149,089
Transfers In	43,355	41,441	0	41,441
Total Receipts	<u>212,822</u>	<u>340,826</u>	<u>142,653</u>	<u>198,173</u>
Expenditures				
Equipment	275,389	177,886	323,701	(145,815)
Land Improvements	0	0	20,000	(20,000)
Site Improvements	0	48,973	0	48,973
Building Improvements	14,774	58,898	150,000	(91,102)
Adjustments for Qualifying Budget Credits	0	0	0	0
Total Expenditures	<u>290,163</u>	<u>285,757</u>	<u>\$ 493,701</u>	<u>\$ (207,944)</u>
Receipts Over (Under) Expenditures	(77,341)	55,069		
Unencumbered Cash, July 1	<u>542,421</u>	<u>465,080</u>		
Unencumbered Cash, June 30	<u>\$ 465,080</u>	<u>\$ 520,149</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-D

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

VOCATIONAL EDUCATION FUND

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 264,200	\$ 269,374	\$ 270,000	\$ (626)
Other	0	447	0	447
Total Receipts	<u>264,200</u>	<u>269,821</u>	<u>270,000</u>	<u>(179)</u>
Expenditures				
Salaries	216,413	222,473	222,250	223
Health Insurance	21,960	22,131	22,000	131
Other Employee Benefits	15,476	16,380	15,350	1,030
Supplies	10,351	8,837	10,400	(1,563)
Equipment	0	0	0	0
Other	0	0	0	0
Total Expenditures	<u>264,200</u>	<u>269,821</u>	<u>\$ 270,000</u>	<u>\$ (179)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-E

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

SPECIAL EDUCATION FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 562,692	\$ 461,074	\$ 464,795	\$ (3,721)
Expenditures				
Instruction				
Special Education Co-op	617,582	605,808	708,297	(102,489)
Purchased Service	0	3,377	100	3,277
Supplies	0	0	600	(600)
Equipment	0	0	0	0
Transportation				0
Salaries	6,300	5,911	15,000	(9,089)
Employee Benefits	1,039	1,016	1,300	(284)
Purchased Services	324	390	350	40
Supplies	3,623	4,145	20,000	(15,855)
Equipment	0	0	0	0
Transfers Out	0	50,000	50,000	0
Total Expenditures	628,868	670,647	\$ 795,647	\$ (125,000)
Receipts Over (Under) Expenditures	(66,176)	(209,573)		
Unencumbered Cash, July 1	541,824	475,648		
Unencumbered Cash, June 30	\$ 475,648	\$ 266,075		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-F

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

FOOD SERVICE FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
Federal Aid	\$ 117,265	\$ 134,138	\$ 113,096	\$ 21,042
State Aid	2,717	2,797	2,351	446
Meals	136,761	142,805	117,302	25,503
Other	600	825	0	825
Transfers In	10,000	0	0	0
Total Receipts	<u>267,343</u>	<u>280,565</u>	<u>232,749</u>	<u>47,816</u>
Expenditures				
Salaries	119,204	119,788	121,000	(1,212)
Employee Benefits	14,364	14,864	13,700	1,164
Food	129,539	123,347	129,432	(6,085)
Other Purchased Services	615	301	600	(299)
Supplies	7,363	8,234	6,500	1,734
Other	4,094	1,419	2,000	(581)
Equipment	419	5,116	1,600	3,516
Operations & Maintenance	4,644	3,008	1,800	1,208
Total Expenditures	<u>280,242</u>	<u>276,077</u>	<u>\$ 276,632</u>	<u>\$ (555)</u>
Receipts Over (Under) Expenditures	(12,899)	4,488		
Unencumbered Cash, July 1	<u>82,053</u>	<u>69,154</u>		
Unencumbered Cash, June 30	<u>\$ 69,154</u>	<u>\$ 73,642</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-G

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

DRIVERS EDUCATION FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Driver Training	\$ 2,976	\$ 3,655	\$ 4,945	\$ (1,290)
Fees	7,408	6,421	0	6,421
Transfers In	0	0	0	0
Total Receipts	<u>10,384</u>	<u>10,076</u>	<u>4,945</u>	<u>5,131</u>
Expenditures				
Salaries	7,705	7,286	9,400	(2,114)
Employee Benefits	734	715	690	25
Supplies	1,401	1,531	1,550	(19)
Vehicle Maintenance	13	0	200	(200)
Transfers Out	20,000	0	0	0
Total Expenditures	<u>29,853</u>	<u>9,532</u>	<u>\$ 11,840</u>	<u>\$ (2,308)</u>
Receipts Over (Under) Expenditures	(19,469)	544		
Unencumbered Cash, July 1	<u>48,733</u>	<u>29,264</u>		
Unencumbered Cash, June 30	<u>\$ 29,264</u>	<u>\$ 29,808</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-H

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

STAFF DEVELOPMENT

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Aid	\$ 0	\$ 0	\$ 0	\$ 0
Reimbursed Expense	3,541	2,843	0	2,843
Transfers In	0	0	0	0
Total Receipts	<u>3,541</u>	<u>2,843</u>	<u>0</u>	<u>2,843</u>
Expenditures				
Salaries	2,673	4,012	8,000	(3,988)
Employee Benefits	254	331	1,015	(684)
Purchased Professional Services	2,525	1,425	5,000	(3,575)
Other Purchased Services	6,123	6,225	20,000	(13,775)
Supplies	4,523	139	18,775	(18,636)
Transfers Out	30,000	0	100	(100)
Total Expenditures	<u>46,098</u>	<u>12,132</u>	<u>\$ 52,890</u>	<u>\$ (40,758)</u>
Receipts Over (Under) Expenditures	(42,557)	(9,289)		
Unencumbered Cash, July 1	<u>95,448</u>	<u>52,891</u>		
Unencumbered Cash, June 30	<u>\$ 52,891</u>	<u>\$ 43,602</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-I

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

EXTRAORDINARY SCHOOL PROGRAM

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Fees	\$ 10,256	\$ 11,560	\$ 0	\$ 11,560
Transfers In	0	0	0	0
Total Receipts	<u>10,256</u>	<u>11,560</u>	<u>0</u>	<u>11,560</u>
Expenditures				
Salaries	6,938	7,180	8,217	(1,037)
Employee Benefits	533	547	520	27
Supplies	1,003	945	1,000	(55)
Other Purchased Services	0	0	0	0
Total Expenditures	<u>8,474</u>	<u>8,672</u>	<u>\$ 9,737</u>	<u>\$ (1,065)</u>
Receipts Over (Under) Expenditures	1,782	2,888		
Unencumbered Cash, July 1	<u>7,955</u>	<u>9,737</u>		
Unencumbered Cash, June 30	<u>\$ 9,737</u>	<u>\$ 12,625</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-J

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

KPERS RETIREMENT CONTRIBUTIONS

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State of Kansas	\$ 280,729	\$ 324,795	\$ 325,645	\$ (850)
Expenditures				
Employee Benefits - Instruction	185,281	214,364	214,645	(281)
Employee Benefits - Student Support	8,422	9,744	10,000	(256)
Employee Benefits - Instructional Support	11,229	12,992	13,000	(8)
Employee Benefits - General Administration	8,422	9,744	10,000	(256)
Employee Benefits - School Administration	25,266	29,231	29,000	231
Employee Benefits - Operations & Maint	16,844	19,488	20,000	(512)
Employee Benefits - Student Transportation	14,036	16,240	16,000	240
Employee Benefits - Food Service	11,229	12,992	13,000	(8)
Total Expenditures	280,729	324,795	\$ 325,645	\$ (850)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	\$ 0	\$ 0		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-K

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

AT-RISK (K-12)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer from General Fund	\$ 143,987	\$ 139,446	\$ 188,830	\$ (49,384)
Transfer from Supplemental General	0	0	0	0
Total Receipts	<u>143,987</u>	<u>139,446</u>	<u>188,830</u>	<u>(49,384)</u>
Expenditures				
Instruction				
Certified Salaries	60,241	53,587	100,000	(46,413)
Non-Certified Salaries	25,804	26,301	35,000	(8,699)
Health Insurance	7,700	8,083	8,630	(547)
Other Employee Benefits	6,573	6,242	5,000	1,242
Supplies	575	675	400	275
Equipment	0	0	0	0
Student Support				
Certified Salaries	29,384	30,095	30,000	95
Health Insurance	3,850	4,233	0	4,233
Other Employee Benefits	9,860	10,230	9,800	430
Instructional Support				
Other Purchased Services	0	0	0	0
Total Expenditures	<u>143,987</u>	<u>139,446</u>	<u>\$ 188,830</u>	<u>\$ (49,384)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-L

Schedule of Receipts and Expenditures
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

STUDENT MATERIALS FUND

	Prior Year Actual	Current Year Actual
Receipts		
Student Receipts	\$ 4,365	\$ 7,647
Expenditures		
Materials	<u>5,441</u>	<u>6,821</u>
Receipts Over (Under) Expenditures	(1,076)	826
Unencumbered Cash, July 1	<u>9,507</u>	<u>8,431</u>
Unencumbered Cash, June 30	<u>\$ 8,431</u>	<u>\$ 9,257</u>

TEXTBOOK RENTAL FUND

	Prior Year Actual	Current Year Actual
Receipts		
Student Receipts	\$ 16,656	\$ 16,407
Reimbursed Expense	<u>0</u>	<u>0</u>
Total Cash Receipts	16,656	16,407
Expenditures		
Textbooks	<u>11,508</u>	<u>4,625</u>
Receipts Over (Under) Expenditures	5,148	11,782
Unencumbered Cash, July 1	<u>25,522</u>	<u>30,670</u>
Unencumbered Cash, June 30	<u>\$ 30,670</u>	<u>\$ 42,452</u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-M

Schedule of Receipts and Expenditures
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

SUMMER INSURANCE

	Prior Year Actual	Current Year Actual
Receipts		
Reimbursed Expense	\$ 7,029	\$ 8,051
Expenditures		
Employee Benefits	<u>7,029</u>	<u>8,051</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>

CONTINGENCY RESERVE

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 100,000	\$ 0
Expenditures		
Salaries	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	100,000	0
Unencumbered Cash, July 1	<u>150,554</u>	<u>250,554</u>
Unencumbered Cash, June 30	<u>\$ 250,554</u>	<u>\$ 250,554</u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-N

Schedule of Receipts and Expenditures
Regulatory Basis
For the Fiscal Year Ended June 30, 2014

	Title I	Title II A Teacher Quality	Title VI Reap	Other Grants
Receipts				
Intergovernmental	\$ 46,963	\$ 18,374	\$ 26,306	\$ 1,665
Other	0	0	0	3,736
Total Receipts	<u>46,963</u>	<u>18,374</u>	<u>26,306</u>	<u>5,401</u>
Expenditures				
Salaries	40,692	13,074	0	0
Health Insurance	2,229	0	0	0
Other Employee Benefits	3,886	188	0	0
Materials & Supplies	23	1,134	0	6,931
Purchased Services	133	3,978	0	0
Equipment	0	0	26,306	0
Total Expenditures	<u>46,963</u>	<u>18,374</u>	<u>26,306</u>	<u>6,931</u>
Receipts Over(Under) Expenditures	0	0	0	(1,530)
Unencumbered Cash, July 1	0	0	0	2,531
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,001</u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-O

Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2014
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

BOND AND INTEREST FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
General Property Taxes	\$ 543,097	\$ 476,657	\$ 461,149	\$ 15,508
Intergovernmental Receipts				
State Aid	62,271	58,070	58,000	70
Other	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>605,368</u>	<u>534,727</u>	<u>519,149</u>	<u>15,578</u>
Expenditures				
Bond Principal	370,000	400,000	400,000	0
Bond Interest	196,100	180,700	180,700	0
Commission & Fees	<u>0</u>	<u>0</u>	<u>100</u>	<u>(100)</u>
Total Expenditures	<u>566,100</u>	<u>580,700</u>	<u>\$ 580,800</u>	<u>\$ (100)</u>
Receipts Over (Under) Expenditures	39,268	(45,973)		
Unencumbered Cash, July 1	<u>1,042,441</u>	<u>1,081,709</u>		
Unencumbered Cash, June 30	<u>\$ 1,081,709</u>	<u>\$ 1,035,736</u>		

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 2-P

Schedule of Receipts and Expenditures
Regulatory Basis
For the Fiscal Year Ended June 30, 2014

PRIVATE PURPOSE TRUST FUND

	WHS Donations
Receipts	
Donations	\$ 1,000
Expenditures	
Supplies	1,149
Other	<u>0</u>
Total Expenditures	<u>1,149</u>
Receipts Over (Under) Expenditures	(149)
Unencumbered Cash, July 1	<u>534</u>
Unencumbered Cash, June 30	<u><u>\$ 385</u></u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 3

Summary of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2014

AGENCY FUNDS

Student Organization Accounts	Beginning Cash Balance	Receipts	Disburse- ments	Ending Cash Balance
Wabaunsee High				
Cheerleaders	\$ 1,792	\$ 11,636	\$ 8,902	\$ 4,526
Class of 2010	126	0	0	126
Class of 2011	1,485	0	0	1,485
Class of 2012	0	0	0	0
Class of 2013	77	0	0	77
Class of 2014	5,201	577	4,296	1,482
Class of 2015	3,235	7,013	5,815	4,433
Class of 2016	1,570	2,115	0	3,685
Class of 2017	0	2,480	110	2,370
Faculty	176	1,124	1,154	146
FBLA	1,564	5,300	4,659	2,205
FCA	1,113	428	719	822
FFA	727	21,624	20,293	2,058
FCCLA	1,946	15,391	15,919	1,418
Kays	1,211	562	252	1,521
National Honor Society	678	1,453	1,162	969
Pep Club	1,222	500	560	1,162
Sadd	545	915	837	623
Student Council	822	1,230	1,071	981
Skills USA	4,093	9,869	11,506	2,456
Tri M	898	491	451	938
Weight Club	1	0	0	1
Total Wabaunsee High	<u>28,482</u>	<u>82,708</u>	<u>77,706</u>	<u>33,484</u>
Maple Hill				
Classes	197	425	200	422
Total Maple Hill	<u>197</u>	<u>425</u>	<u>200</u>	<u>422</u>
Mill Creek Valley Jr. High				
Classes	918	4,592	2,328	3,182
Yearbook	1	1,600	1,598	3
Pep Club	334	0	150	184
Student Teacher	554	69	0	623
Total Mill Creek Jr. High	<u>1,807</u>	<u>6,261</u>	<u>4,076</u>	<u>3,992</u>
Total Student Organization Accounts	<u>\$ 30,486</u>	<u>\$ 89,394</u>	<u>\$ 81,982</u>	<u>\$ 37,898</u>

See Accompanying Auditors' Report.

UNIFIED SCHOOL DISTRICT NUMBER 329
MILL CREEK VALLEY

SCHEDULE 4

Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2014

DISTRICT ACTIVITY FUNDS

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & Accounts Payable	Ending Cash Balance
Gate Receipts							
Alma Grade	\$ 0	\$ 0	\$ 1,533	\$ 1,176	\$ 357	\$ 0	\$ 357
Maple Hill Grade	70	0	899	39	930	0	930
Mill Creek Valley Jr. High	4,487	0	9,905	10,738	3,654	0	3,654
Mill Creek Valley Middle School	191	0	400	361	230	0	230
Wabaunsee High	10,686	0	47,800	48,480	10,006	0	10,006
Total Gate Receipts	15,434	0	60,537	60,794	15,177	0	15,177
School Projects							
Alma Grade School							
Pictures	1,063	0	839	1,255	647	0	647
Pop	771	0	1,213	1,118	866	0	866
Box Tops	1,694	0	975	2,309	360	0	360
Office	915	0	2,458	2,481	892	0	892
Preschool Role Model	1,244	0	1,932	1,916	1,260	0	1,260
Preschool Snack	64	0	715	729	50	0	50
Daycare Supplies	373	0	223	223	373	0	373
Buero Benefit	0	0	3,347	3,347	0	0	0
Maple Hill Grade School							
Book Fair	278	0	195	195	278	0	278
Picture	264	0	1,345	1,184	425	0	425
Preschool Role Model	830	0	257	1,087	0	0	0
Vending Machines	175	0	249	203	221	0	221
Mill Creek Valley Jr. High							
Office	412	0	0	107	305	0	305
Concessions	1,861	0	7,651	7,734	1,778	0	1,778
Copies	196	0	0	90	106	0	106
Pictures	2,626	0	343	0	2,969	0	2,969
Vending Machines	1,640	0	0	752	888	0	888
Mill Creek Valley Middle School							
Pictures	440	0	396	262	574	0	574
Wabaunsee High School							
ACT Test Prep	0	0	605	605	0	0	0
Vo AG	24	0	1,716	1,740	0	0	0
Art Lab	20	0	1,254	1,274	0	0	0
Ind Art Projects	116	0	4,755	4,871	0	0	0
Office	410	0	464	638	236	0	236
Concessions	2,426	0	24,306	25,005	1,727	0	1,727
PSAT	22	0	112	112	22	0	22
Music	2,799	0	0	0	2,799	0	2,799
Band Misc	15	0	235	250	0	0	0
Drama	709	0	361	203	867	0	867
Journalism	10,572	0	10,751	8,678	12,645	0	12,645
Forensics	50	0	0	0	50	0	50
Planner	50	0	880	930	0	0	0
French Lab	20	0	0	20	0	0	0
Lost Library Books	348	0	39	183	204	0	204
Scholars Bowl	6	0	0	0	6	0	6
Social Fund	0	0	278	278	0	0	0
Spanish Lab	20	0	613	633	0	0	0
Screen Print	5,825	0	8,044	8,096	5,773	0	5,773
Total School Projects	38,278	0	76,551	78,508	36,321	0	36,321
Total District Activity Funds	\$ 53,712	\$ 0	\$ 137,088	\$ 139,302	\$ 51,498	\$ 0	\$ 51,498

See Accompanying Auditors' Report.